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# THE GOODYEAR TIRE & RUBBER COMPANY

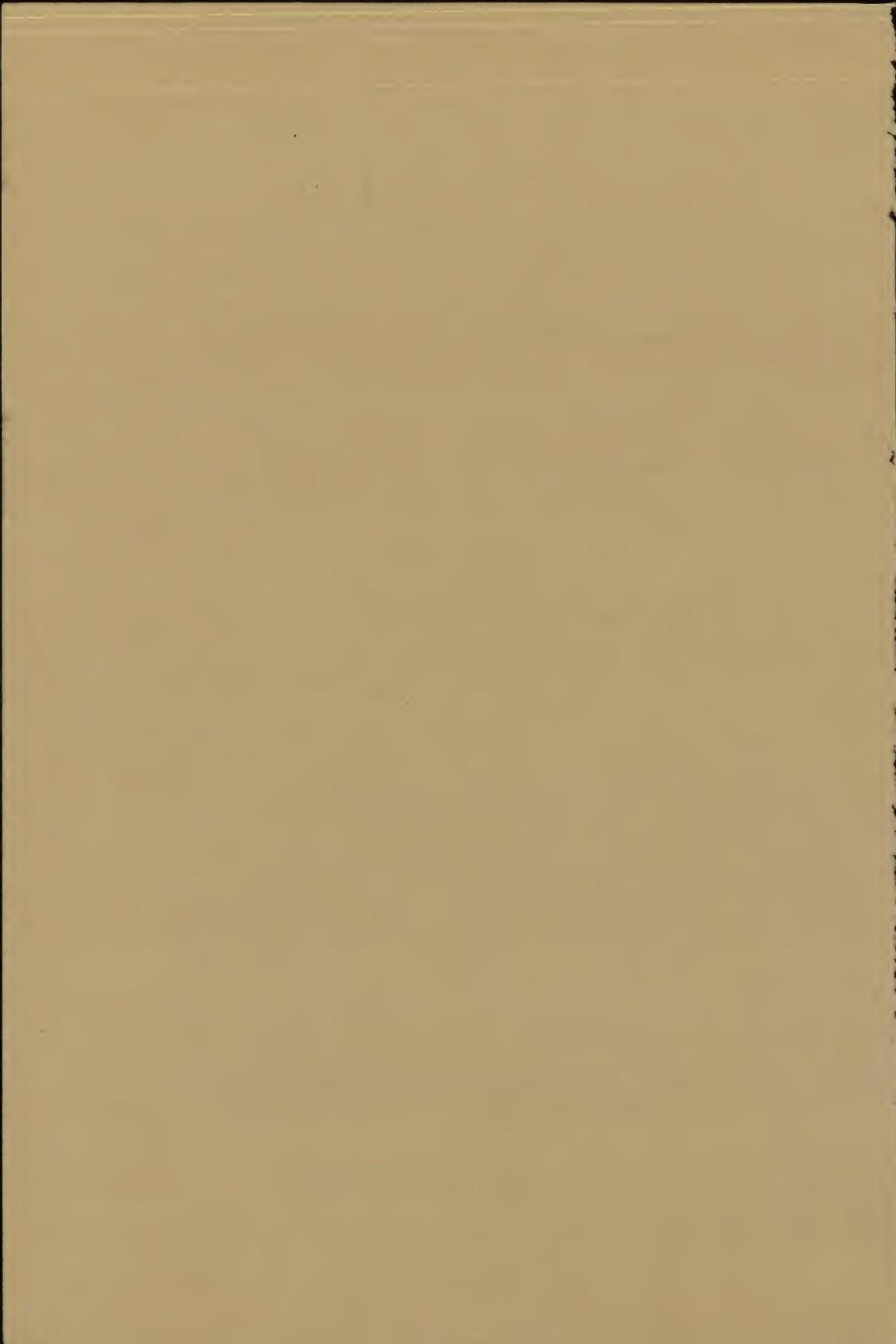
OF CANADA, LIMITED

TORONTO, CANADA



ANNUAL REPORT

Sept. 30, 1924



# ANNUAL REPORT

upon the Examination of the Books  
and Accounts of

*The Goodyear Tire & Rubber Company  
of Canada, Limited*

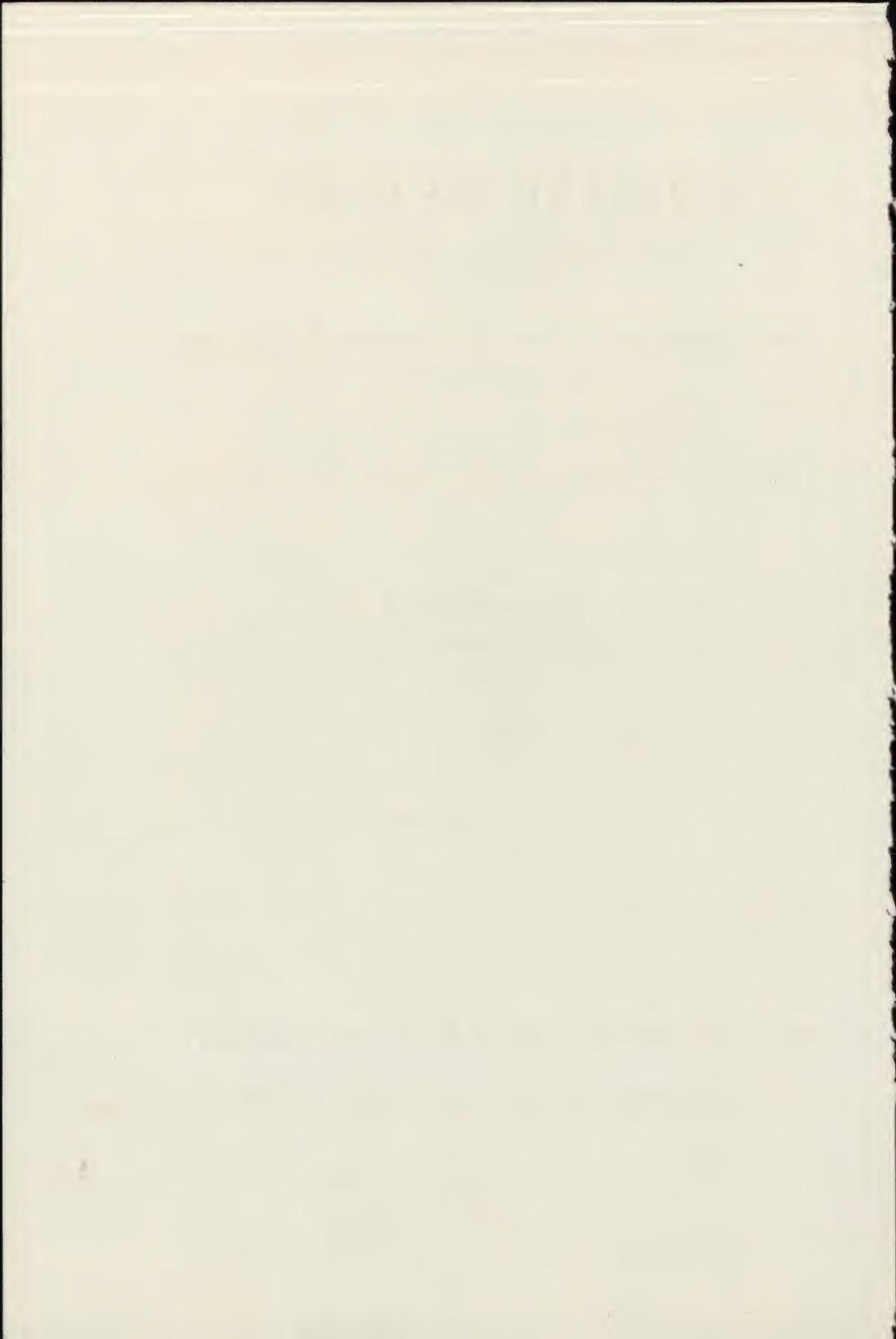
TORONTO, - CANADA

*By*  
Price, Waterhouse & Co.  
Chartered Accountants  
Toronto



**THE GOODYEAR TIRE & RUBBER COMPANY  
OF CANADA, LIMITED**

General Offices: 152 Simcoe St., Toronto, Canada  
Factories: New Toronto and Bowmanville, Ontario



# ANNUAL REPORT OF THE DIRECTORS OF

*The Goodyear Tire & Rubber Company  
of Canada, Limited*

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Toronto, October 22, 1924.

To the Shareholders:

Your Directors submit the accompanying Balance Sheet as at September 30th, 1924, certified by your Auditors, Price Waterhouse and Company, which sets forth the results from the operations for the past fiscal year, and the financial position of the Company as of that date.

The operations for the year have resulted in a profit of \$1,275,377.65, after providing for all manufacturing, selling and administrative expenses and for income taxes. As against this profit we have set aside an amount of \$437,643.23 for depreciation of buildings, plant and equipment, leaving a net profit of \$837,734.42 for the year. Since the final returns from our export business for the months of August and September 1924 have not as yet been received, the profits thereon for these two months have not been included in the Balance Sheet presented herewith. Having regard to the keen competition and the narrow margin of profit, coupled with the depression in trade generally during the past year, our volume of sales and the net profits are regarded by the management as highly satisfactory. The rigid policy of economy followed throughout the organization has been an important factor in obtaining the results shown by the attached accounts.

From the profits earned the Company has paid the current year's dividends, amounting to \$521,988.00 on the Prior Preference and Preferred Shares; in addition there has been paid an amount of \$78,750.00 on account of the arrears of dividends on the Preferred Stock. The total dividends paid during the year amounted to \$600,738.00.

The most striking feature of the Balance Sheet is that notwithstanding the payment of the dividends referred to, the

Company's cash balances at the end of the year amounted to no less than \$1,733,000.00. It will also be noted that the total current liabilities at 30th September, 1924, including dividends of \$209,247.00 paid on first of October, amounted to only \$776,115.57. The Company has borrowed no money during the past fiscal year and has no indebtedness other than current bills. At the time of our last annual meeting our strong position as to working capital was commented on, and it is interesting to note that our position in this respect has improved during the year to the extent of \$543,000.00, after making all necessary capital expenditures and paying the dividends already mentioned.

The inventories have been carefully reviewed and every effort has been made to reduce the stocks carried to a minimum, with the result that our investment in inventories at the date of the attached Balance Sheet, is approximately \$950,000.00 less than at the end of our last fiscal year.

As in former years, adequate reserves are carried against doubtful accounts and for depreciation in your Company's Plants.

Summarizing your Company's financial position, we would point out that at September 30th, 1924, the current assets amounted to \$5,651,775.65 against current liabilities of \$776,115.57, making the net working capital \$4,875,660.08; the total investment in fixed assets consisting of Real Estate, Buildings and Plant was \$7,414,776.90, against which a reserve of \$1,914,430.79 is carried for depreciation; and an additional reserve of \$175,311.87 is available for contingencies.

Respectfully yours,

C. H. CARLISLE,  
Vice-President and General Manager.

# PRICE, WATERHOUSE & CO.

### *Chartered Accountants*

Royal Bank Building, Toronto, Canada

Toronto, Canada

October 24th, 1924.

## To the Shareholders of

THE GOODYEAR TIRE & RUBBER COMPANY  
OF CANADA, LIMITED.

We have examined the books and accounts of The Goodyear Tire and Rubber Company of Canada, Limited for the year ending 30th September, 1924.

We have satisfied ourselves that all charges to Property Accounts are in respect of actual additions, and sufficient provision has been made for accruing depreciation. The stocks on hand have been taken and valued by the Company on the basis of cost prices which are not above market, the bad debt reserve is considered sufficient to provide for all doubtful accounts; the call loans, securities and the bank balances were confirmed by certificates, and we have taken all reasonable precautions to satisfy ourselves that all liabilities as at 30th September, 1924, are included in the Balance Sheet.

And we certify that the annexed Balance Sheet is drawn up so as to show the true financial position of the Company as of that date and the results from the operations for the year ending 30th September, 1924, according to the best of our information and the explanations given to us and as shown by the books of the Company.

**PRICE, WATERHOUSE & CO.,**  
Auditors.

# THE GOODYEAR TIRE & RUBBER COMPANY

## BALANCE SHEET

### ASSETS

REAL ESTATE, BUILDINGS, PLANT, MACHINERY AND EQUIPMENT		\$7,414,776.90
CURRENT AND WORKING ASSETS:		
Inventories:		
Stocks on hand—		
Raw Materials		
and Supplies	\$ 934,305.06	
Goods in process	304,083.85	
Finished Goods	<u>1,301,531.42</u>	
		\$ 2,539,920.33
Accounts Receivable:		
Customers	\$ 1,277,108.16	
Miscellaneous	<u>156,042.23</u>	
	\$ 1,433,150.39	
Less—Reserve for Bad and Doubtful Accounts	<u>54,908.24</u>	
		1,378,242.15
Cash:		
Call Loans (Secured by Bonds)	\$ 400,000.00	
Government Bonds at Cost	155,875.00	
In Banks	<u>1,083,702.45</u>	
On Hand and in transit from Branches	<u>94,035.72</u>	
		1,733,613.17
		5,651,775.65
DEFERRED CHARGES TO OPERATIONS:		
Insurance, Taxes and Rent paid in advance		39,501.61
		<u>\$13,106,054.16</u>

# COMPANY OF CANADA, LIMITED

SEPTEMBER 30th, 1924

## LIABILITIES

### CAPITAL STOCK:

Six per cent. Cumulative Prior Preference Stock:

Authorized—45,000 shares of \$100.00 each	<u>\$ 4,500,000.00</u>	
Issued—34,498 shares of \$100.00 each		\$3,449,800.00

Seven per cent. Cumulative Preferred Stock:

Authorized—150,000 shares of \$100.00 each	<u>\$15,000,000.00</u>	
Issued 45,000 shares of \$100.00 each		4,500,000.00

Common Stock:

Authorized—150,000 shares of \$10.00 each	<u>1,500,000.00</u>	
Issued 53,320 shares of \$10.00 each		533,200.00
	<b>TOTAL CAPITAL</b>	<u>\$8,483,000.00</u>

### CURRENT LIABILITIES:

Accounts Payable	\$ 263,146.45	
Miscellaneous	303,722.12	
Dividends on Prior Preference and Preferred Stocks payable October 1st, 1924	<u>209,247.00</u>	
		776,115.57

### RESERVES :

For Depreciation of Buildings, Plant, Machinery, and Equipment	\$ 1,914,430.79	
For Contingencies	175,311.87	
	<u>.</u>	2,089,742.66

### SURPLUS :

Balance at October 1st, 1923	\$ 1,520,199.51	
Add—Profit for the year ending September 30, 1924 before providing for depreciation but after deducting Income Tax	\$1,275,377.65	
Less—Reserve for Depreciation	<u>437,643.23</u>	
Net Profits	<u>837,734.42</u>	
Deduct—Dividends on Prior Preference and Preferred Stocks:		2,357,933.93
On account of arrears	78,750.00	
Current year's dividends	<u>521,988.00</u>	
		1,757,195.93
		<u>\$13,106,054.16</u>

### Note :—

Dividends on the seven per cent. Preferred Stock are in arrears to the amount of \$393,750.00.

## *BOARD OF DIRECTORS*

E. G. WILMER  
NEW YORK

C. H. CARLISLE  
TORONTO

G. M. STADELMAN  
AKRON

P. W. LITCHFIELD  
AKRON

J. E. McALLISTER  
TORONTO

P. A. THOMSON  
MONTREAL

C. B. McNAUGHT  
TORONTO

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## *EXECUTIVE OFFICERS*

E. G. WILMER  
President

C. H. CARLISLE  
Vice-President and General Manager

J. G. LANE  
Treasurer

H. N. BARRY  
Secretary and Comptroller

R. P. D. GRAHAM  
Assistant Treasurer

R. C. BERKINSHAW  
Assistant Secretary

H. C. LOWER  
General Sales Manager

E. H. KOKEN  
Factory Superintendent

W. H. JEEVES and M. J. SMITH  
Assistant Comptrollers

## **GOODYEAR PRODUCTS**

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**TIRES:**—Automobile, Truck, Motorcycle, Bicycle, Carriage.

**TUBES:**—Automobile (laminated) Regular and Heavy Tourist  
Motorcycle (Endless and Butt End), Bicycle.

**ACCESSORIES:**—For all Pneumatic Type Tires and Tubes,  
Repair Fabric and Gum, Rims and Parts, Rubber  
Cements, Tubing, Vulcanizers' Supplies.

**BELTING:**—Conveyor, Elevator, Transmission, Miscellaneous.

**HOSE:**—Garden, Pneumatic Tool, Steam, Radiator, Suction,  
Miscellaneous.

**PACKINGS AND SHEETINGS:**—Hydraulic, Piston, Good-  
yearite, Asbestos, Sheet Packing.

**MISCELLANEOUS:**—All kinds Rubber Mats and Matting,  
Bumpers, Lathe Goods, Valves, Molded Goods of all  
Descriptions, etc.

**WINGFOOT RUBBER HEELS.**

## The Goodyear Tire & Rubber Company of Canada, Limited

General Offices : TORONTO, ONT.

Factories : { BOWMANVILLE, ONT.  
NEW TORONTO, ONT.

VANCOUVER, B.C.	1004 Homer St.
CALGARY, ALTA.	335 8th Ave. West.
EDMONTON, ALTA.	10229 105th St.
SASKATOON, SASK.	118 3rd Avenue South
REGINA, SASK.	Cor. Broad St. and 6th Ave.
WINNIPEG, MAN.	97 Higgins Ave.
FORT WILLIAM, ONT.	303 Simpson St.
LONDON, ONT.	316 Dundas St.
HAMILTON, ONT.	127 King St. West
TORONTO, ONT.	152 Simcoe St.
OTTAWA, ONT.	246 Queen St.
MONTREAL, QUE.	318 St. James St.
QUEBEC, QUE.	Cor. Crown and Fleury Sts.
ST. JOHN, N.B.	83 Prince William St.
HALIFAX, N.S.	84 Hollis Street

Wholesale Distributors at Victoria, B.C., Lethbridge,  
Alta., and Walkerville, Ont.

Over Four Thousand Canadian Retail Dealers  
carry stocks of Goodyear Made-in-Canada  
Automobile Tires.



